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NIE-42: THE CURRENT SITUATION IN ALBANIA. WITH PARTICULAR RESTRENCE
TO GREEK, YUGOSLAV AND ITALIAN INTERESTS AND PRETENSIONS

THE CURRENT SITUATION IN ALBANTA

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The Stability of the Regime and Extent of Soviet Control

Prior to the Cominform-Yugoslav rift in June 1948. Albania had been both closely tied, with politically and economically, to Yugoslavia. Rather than follow Marshal Tito's heresy, however, Hoxha chose the Moscow camp and launched a vigorous campaign for the elimination of "nationalist" elements in Albania. This compaign was initiated by Hoxha's chief lieutenant, Koci Xoxe, and culminated in the latter's own arrest, conviction, and execution. Hoxha not only skillfully extricated Albania from its ties with Yugoslavia, emphasizing his loyalty to Moscow, but also removed his leading rival. Xoxe was replaced by the present Minister of Interior, Lt. Gen. MI Mehmet Shehu, and although there are reports of rivalry between Shehu and Hoxha, the latter apparently enjoys the favor of the Kremlin, and Shehu, Moscow-trained but undistinguished as a politician, appears to have little chance of supplenting Hexha.

Moscow, for its part, has recognized the importance of Albania Approved For Release 2006/02/14: CIA RDP79R01012A001200030015-8

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as a pro-Stalinist outpost in the Mediterranean area, and following the Tito-Cominform rift, increased its aid and support to the Hoxha government, replacing the support formerly received from Yugoslavia.

Albania is dependent upon Soviet economic support to the extent that, without it, the country's economy would collapse within a few months. In addition to the control with which this situation provides the USS, an estimated 1,000 Soviet military and civilian "experts" hold key positions in the police, military, and civilian administrations as party well as in the painty hierarchy.

Soviet control of Albania is thus assured and the native leadership of Hoxha and Shehu has thus far succeeded in controlling the country through the usual Communist methods of police terror and rigid economic controls. The leadership of the armed forces and the majority of the security forces are loyal to the party and constitute an effective force for the suppression of opposition.

Besistance to the Present regime.

Dissatisfaction among the Albanian people is widespread, however, and the majority of the people are opposed to the Hoxha regime. There has been Approved For Release 2000/09/11: CIA-RDP79R01012A001200030015-8

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some overt resistance within the past few years, but it has apparently not been too effective. The regime itself has admitted the existence of "diversionist" elements, particularly among the peasantry, and has admitted attacks upon military and wivilian supply convoys. The most dramatic incident of resistance activity was the bombing of the Soviet Legation in Fall February 1951; however, instances of economic sabotage and local assassinations have probably been more effective in challenging Communist authority. The authorities have adjusted their repressive measures to the situation, and, for example, Shehu, has organized special pursuit battalions which operate in the mountainous areas against individual resistance groups. Refugees have reported the existence of various local groups, such as the "National League of the Mountains," "Liberty," Skenderbeg." ' ARTHUR "Call" and "Bashkimi i Kombit," but specific information regarding these groups is lacking. There does not appear to be any established cooperation among the various groups despite their common desire to rid Albania of Communist control.

Of the Albanian emigre movements active in resistance measures,

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the Committee for a Free E Albania, an affiliate of the National Committee for a Free Europe with operational headquarters in Rome, is probably the most influential with resistance groups within Albania. The Committee's activities within Albania have, of necessity been limited to propaganda work and some subversive activity by agents. and its most effective operation thus far has been the dropping of propaganda leaflets over Albania. The leaflets caused considerable excitement within the country, prompting a note of protest to the Italian government, and encouraged numerous Albanians to flee Albania with the ope of joining the Committee in its struggle against the Hoxha regime. Three groups make up the Committee: (1) the National Agrarian Democratic Party Balli Kombeter bedd by Head Doeft (2) the Legality Party (pro-King Zog) bearing and (3) the League of Peasants and Villagers bearing The first, Balli Kombetar, has the strongest following in southern Albania; the second, the Legality Party, in central and northern Albania; and the third, the League of Peasants and Villagers, has its strongest following in the extreme north and in the neighboring Yugoslav PPAINTEVER TO TRELEASE VOICE POR

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In addition to the Committee for a free Albania, there is in Italy a party known as Biloku Kombetar Independent made up of pro-Italian Albanians. 25X6D

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This group cooperated with Italy before and during the war

Of particular current interest is the recently created League of Albanian Political Refugees in Tugoslavia claiming to represent some 5,000 Albanian refugees. The League is composed largely of Albanian Communists who fled Albania since 1948, and, despite its proclaimed objective of "an independent, free, indivisible democratic and republican" Albania, was actually created by Belgrade as an instrument of Tugoslav policy. While the League has already engaged in some subversive activity and propaganda work, and obviously possesses a considerable potential, Yugoslavia's own exposed position has probably deterred Tito from yet using the League to the full.

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In Greece, most of the Albanian refugees are from southern Albania (Northern Elpirus), which Greece claims, and their activities are simed at eventual Greek annexation of that area. Their efforts have, therefore, been largely in the field of espismage, propaganda and encouragement of additional refugees.

Thus, in addition to the local resistance groups, there are operating within Albania, agents of these four major refugee organizations: the Committee for a Free Albania and the pro-Italian, Greek; and Tugoslav organizations. Their activities are unrelated and their objectives frequently conflict. These factors, plus the lack of coordination among the local groups, has considerably simplified the task of the Albanian security forces in isolating and destroying individual groups.

constant problem of harassment to the Hoxha regime. It is not, however, on such a scale as to present an immediate threat to the regime. As long as the resistance effort is diffused and does not receive substantial external aid, the Albanian security forces will probably succeed in contributed from Release 200

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THE SIGNIFICANCE OF ALBANIA

Despite the fact the prospects for the overthrow of the Hoxha regime in the near future are not promising, Albania, nevertheless constitutes a problem of current importance in the Eastern Mediterranean. This arises particularly out of Albania's strategic location on the shores of the Adriatic. Naval forces based on Saseno Island and the port of Valona, for example, could readily control the Adriatic. For the Soviet Union, Albania represents an advance base which, with proper development, could be used for Soviet air and naval forces in the Mediterranean. Saseno island was, in fact, an Italian submarine base and there have been recurrent rumors in the post war years of Soviet efforts to reconstruct these facilities. There is no confirmed evidence, however, of such extensive efforts mf or of the island actually being used as a base. Similarly, there is no confirmed evidence of Soviet efforts to build up Albanian air facilities, a step which would greatly enhance Soviet air power in the Mediterranean.

In the event of war in the Balkans, could play an important role in Soviet or Satellite strategy. Not only does it provide an advance base on Approved For Release 2000/09/11: CIA-RDP 79R01012A001200030015



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Juncture in the narrow portion of Yugoslavia north of the Greek border, 1/
Yugoslavia would be completely cut off from Greece, and if in addition
naval forces (presumably Soviet) were available to command the Straits of
Otranto, the Adriatic could be closed as a line of supply to Yugoslavia.

Any significant strengthening of military facilities in Albania might
well be a prelude to possible Soviet/Satellite action against Yugoslavia.

Despite obvious Soviet interests in Albania, the USSR, apparently in a desire to leave the situation fluid and to avoid a potentially embarrassing commitment, has failed to conclude a mutual assistance pact with Albania. 2/ In fact, Albania has such a pact only with Bulgaria (16 December 1947), a step which was reportedly priliminary to the projected Balkan Federation under discussion at that time by Tito and Dimitrov.

This lack of Soviet or Satellite commitments to Albania should not be interpreted as indicative of lack of interest or concern; it is rather a matter of expediency.

^{1/} The distance between Bulgaria and Albania in this area is less than 125 miles.

^{2/} Other Satellites which have not concluded mutual assistance pacts with the USSR are Eastern Germany and North Korea.

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CONFLICTING INTERESTS OF ITAL

Largely because of its commanding position on the Adriatic coast, Albania is an object of concern to its neighbors and their individual interests conflict to such an extent that, even under present circumstances, the problem of Albania complicates the development of good relations and cooperation among Italy, Yugoslavia and Greece. Complete cooperation in military planning by these countries would be highly desirable for the effective defense of southeastern Europe and the eastern Mediterranean. No such steps are currently being taken, although there have recently been vague indications that Greece and Yugoslavia might be willing to exchange vital defense information under certain circumstances. There are, of course, problems other than that of Albania, some of them, such as Trieste for example, of greater importance, which mitigate against the development of cooperative defensive efforts, but these are beyond the scope of this paper.

Italian interests

Italy's interest in Albania has always been primarily strategie in from dominating the Adriatic nature, seeking to prevent any Approved For Release 20Q(79R01012A001200030015-8

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through control of the Albanian coast. For this reason, Italy supported the creation of an independent Albania in 1912 and later, in 1914, occupied the island of Saseno and the port of Valona. Italian troops remained in occupation until 1920, at which time they were forced to evacuate the mainland, but retained Saseno which was converted into a strong naval and submarine base. In 1921, the Conference of Ambassadors (Great Britain, France, Italy and Japan) signed an agreement giving Italy a wirtual protectorate over Albania. Italian influence was manifested by financial loans, Italian management of nearly all important economic enterprises, and Italian training and equipping of the armed forces. 1939, Mussolini united Albania with Italy, and in 1940, launched his invasion of Greece from there.

Under the Italian Peace Treaty (1947), Italy recognized the independence of Albania, ceded Saseno island, and renounced all public and private property rights, concessions, claims, etc. in Albania.

Italian policy towards Albania since the end of the war and signature of the Peace Treaty has been directed at a dual objective: the denial of the area to other powers and the restoration of Italian economic and political Approved For Release 2000/00/11: CIA RDP79R01012A001200030015-8



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influence in Albania. In its official statements, the Italian Foreign
Office has emphasized that continued Albanian independence and territorial
integrity correspond with Italian interests, but Italian efforts to
improve relations have made no progress with the present Communist regime.

An Italian mission was sent to Albania soon after the war to examine
questions of interest to both countries, but was soon asked to leave.

Diplomatic relations were reestablished in 1949 and, despite Communist
restrictions on the Italian Legation in Tirana, Italy undoubtedly intends
to retain such relations.

Under present circumstances, Italian policy is of necessity directed toward the future, and Italy hopes to reestablish its influence through the pro-Italian exile group, Biloku Kombetar Independent. Italy is particup larly apprehensive of possible Yugoslav pre-eminence in Albania in the event the Hoxha regime should be overthrown at some future date. Italian strategic interests in Albania are sufficiently great and its desire to evoid the establishment of a foothold in Albania by any other power is sufficiently strong that Italy probably prefers continuation of the status

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Greece, could move. In this connection, Italy is also suspicious of British intentions vis-a-vis Albenia.

W Greek interests

Albania (Northern Eipirus), an area which the Greeks oncupied from 1912 to 1916 and which they have consistently claimed on historical, ethnic, strategic and economic grounds. The Greeks also are acutely aware that Albania served as a base for the Italian attack on Greece in 1940 and, in the post war years, for Greek guerrilla operations. Even at present, Albania is the major base from which Communist agents are infiltrated into Greece.

The Greeks probably look on partition of Albania between Greece and Yugoslavia as the ideal solution to the problem. They are apprehensive of possible Yugoslav or Italian domination of the country, and would probably attempt to occupy Northern Epirus in the ax event of any such military action in the area as a Yugoslav invasion of Albania. For the present, in the absence of Allied assurances against possible Italian or Yugoslav

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domination of Albania, Greece probably prefers continuation of the status one, at least so long as the Hoxha regime does not revive full scale support to the Greek guerrillas.

through the use of Albanian refugees. Those in Greece are primarily from southern Albania and are apparently concentrated in samps along the Albanian border. The Greek government does not permit them to emigrate or to become treek citizens. Some of those in the camp at Tannina are reported to be formed into military units, intended for use in southern Albania in the

Ingoslav interests

Tugoslagia, and before it Serbia and Montenegro, has always opposed
the principle of an independent Albania. During and immediately after
World War I the Serbs occupied northern Albania and did not withdraw
until 1921. In 1926, Yugoslavia finally accepted the Albanian frontier
as delineated in 1913. Until the outbreak of World War II, Italian domination
of Albania was sufficient to prevent Yugoslavia from exercising any influence

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Since 1948, Tito has estensibly championed the principle of an independent, sovereign Albania and has condemned Greek territorial claims and alleged Greek proposals for the partition of Albania between Greece and Tugoslavia. In the past several months, Yugoslav propaganda has also charged Italy with encouraging Albanian exile plans for an "ethnic" Albania which would include the Yugoslav provinces of Komovo and Metchiya, both populated chiefly by Albanians. Tito's actual intentions appear to be the eventual creation of an anti-Stalinist, pro-Tito regime in Albania and a return to the status of 1944-1948. It was apparently to this and that the "League of Albanian Political Refugees in Yugoslavia" was

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formed in May 1951. At the same time, however, Yugoslav spokesmen have at various times expressed the fear that any substantial efforts to overthrow the Hoxha regime might be taken by the USSR as a pretext for military action against Yugoslavia.

THE POSSIBILITY OF A SETTLEMENT

are largely incompatible although all three countries would presumably

wish to see the liquidation of Seminater and Albania. The policy

of each individual country since the geographic isolation of Albania in

1948 has been directed at establishing a position from which it could

dominate the country in the event of the over throw of the Hoxha regime.

As a result, each country has been suspicious of the moves of the others

counter

and has sought to manter them. One result of this has been the diffusion

of resistance efforts within Albania which has contributed greatly to their

inaffectiveness.

The possibility of any lasting agreement arrived at voluntarily by

Italy, Yugoslavia and Greece as to the future of Albania appears slight.



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Meither Yugoslavia or Italy could be expected to acquiesce in the demination of Albania by the other. The Greeks would be approhensive of any solution giving either Italy or Yugoslavia pre-eminence in Albania and have an officially stated that they would not countenance any solution in which Greece was not consulted. Despite Yugoslav statements to the centrary, Greek-Yugoslav interests in Albania might be solved by partition, but such a solution would not be acceptable to the Italians. Italian further and the participation in any partition would not be acceptable to acceptable to recountenance

Any solution to the problem of Albania would require the intervention, to some degree, of the Western powers. Both Italy and Yugoslavia, are at least officially committed to the preservation of Albania's independence and territorial integrit, although neither would accept an Albanian regime under the dominant influence of the other. However, sufficient pressure from the Western powers, the isolation of political elements identified too closely with either Rome or Belgrade, and assurances from the Western powers of a sovereign and independent Albania might

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induce the Italian and Tugoslav governments to accept mm an Albanian regime composed of uncompremised and moderate elements.

Because of its claims to "Northern Epirus," which would be thwarted in the event of Western recognition of a new Albanian regime Greece, would find it more difficult to agree to such a solution. Also, the Greeks would not countenance a pro-Italian or pro-Yugoslav regime and would, therefore, probably demand Allied assurances against Yugoslav and Italian aspirations in Albania. Greece would probably be more amenable to such a solution if it could obtain Yugoslav assurances on Aegean Macedonia and a British promise of the eventual return of Cyprus to Greece.

PROBABLE DEVELOPMENTS IN THE EVENT OF THE OVERTHROW OF THE HOXHA REGIDE

If, as appears unlikely, the Hoxha regime should be overthrown in the near future under such circumstances that the USSR or the Satellites found it undesirable to intervene, the attitudes of Italy, Yugoslavia and Greece would depend largely upon the nature of the revolt and the character of the successor regime. Should control of Albania pass to any group closely associated with one of the neighboring countries, serious friction, although possibly no actual hostilities, would probably arise, perhaps Approved For Release 20000131111 CLARD 79R01012A001200030015-8

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leading to the occupation of southern Albania by Greece, northern Albania by Yugoslavia, and Saseno, Valona and environs by Italy.

Should the Hoxha regime be overthrown by a broad combination of internal and external non-Communist elements, Greece, Italy and Yugoslavia might not intervene directly, but each may be expected to work feverishly to win to its side the leaders of the new government. The attitude of the leatern powers would, under these circumstances, largely determine whether or not the effects of the neighboring states would exceed political and economic maneuvering.

Within Albania, political responsibility would probably fall initially to the leading elements which make up the Committee for a Free Albania.

However, the ideological differences and distrust within the Committee would make such a regime short-lived. The problem might be resolved by the restoration of King Zog and the formation of a non-Communist national government firmly under his control. Zog's popularity is believed to have increased as a result of his war-time policies and also of the mx oppression of the present regime. Furthermore, he is probably the only leader who CONFIDENTIAL

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could restrain the right-wing groups, and he would also probably be acceptable to Italy and Greece.